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BEFORE THE DEPARTMENT OF BUSINESS OVERSIGHT
OF THE STATE OF CALIFORNIA

In the Matter of the Petition for Reinstatement
of:

HGS FINANCIAL GROUP, INC., doing
business as HGS Funding

CFL License No.: 603-G133
ORDER CONDITIONALLY GRANTING
PETITION FOR REINSTATEMENT
(Government Code Section 11522)

TO: HGS FINANCIAL GROUP, INC., doing business as
HGS Funding
10954 Deer Canyon Drive
Rancho Cucamonga, CA 91737

KAMALA D. HARRIS
ATTORNEY GENERAL, STATE OF CALIFORNIA
Department of Justice
P.O. Box 944255
Sacramento, California 94244-2550

Petitioner, HGS Financial Group, Inc., doing business as HGS Funding, ("Petitioner"), having
filed a written request petitioning the Commissioner of Business Oversight ("Commissioner") for

1 reinstatement of its California Finance Lenders Law License ("Petition") pursuant to Government
2 Code section 11522, which was revoked by the Commissioner on December 2, 2014; the Petition
3 along with further submissions having been considered, and good cause appearing,

4 IT IS ORDERED that, subject to the Commissioner's satisfactory review, the Petition for
5 reinstatement is granted provided that within forty-five (45) days of the date hereof, unless otherwise
6 indicated below, Petitioner does the following:

- 7 1. Within 15 days from the date of this Order, submit policies and procedures for
8 tracking the number and times any and all invoices are charged back to a reserve
9 account, and send to:
10
11 Lindsay B. Herrick, Counsel
12 Department of Business Oversight
13 1515 K Street, Suite 200
14 Sacramento, CA 95814
- 15 2. Cease all business operations at 7965 N. Vineyard Ave., Suite F7, Rancho
16 Cucamonga, California as well as any other location not first approved by the
17 Commissioner and submit satisfactory evidence to the contact information listed
18 above that the business location of has been closed;
- 19 3. Within 15 days from the date of this Order, submit policies and procedures for
20 maintaining any business location pursuant to the California Finance Lenders Law
21 (Fin. Code, § 22000 et seq.), including but not limited to Financial Code sections
22 22152 and 22155;
- 23 4. Pay penalties of \$2000.00 per each of the four (4) new loans made without a license
24 since December 2, 2014, plus \$1000.00 per each of the nine (9) loans existing prior to
25 December 2, 2014 which were disclosed in information submitted to the
26 Commissioner beginning on October 14, 2016 regarding continuing to conduct loan
27 business activity since December 2, 2014;
- 28 5. Pay a penalty of \$2,500.00 for failing to maintain a surety bond as required by
Financial Code section 22112; and
6. Pay a penalty of \$500.00 for failing to timely notify the Commissioner of Petitioner's

change of address in violation of Financial Code section 22153.

Dated: October 24, 2016
Sacramento, California

JAN LYNN OWEN
Commissioner of Business Oversight

By: _____
Mary Ann Smith
Deputy Commissioner
Enforcement Division